

H-3105-1 - COOPERATIVE CONSERVATION PROVISIONS

Format for Letter Showing Unit/CA Termination



United States Department of the Interior
BUREAU OF LAND MANAGEMENT

IN REPLY REFER TO:

3180 (Office Code)

Operator
(Address)

Dear _____:

Unit/Communitization agreement (Serial number) was approved on (Date), and became effective as of (Date). This agreement unitized/communitized (Number) acres of Federal land in leases (Indicate lease numbers) /OR/ (On attached listing), and (Number) acres of fee and/or State land, as to natural gas and associated liquid hydrocarbons producible from the (Name of formation) /OR/ (All formations underlying the (legal land description)). The term of the agreement was for (Number) years and for so long thereafter as unitized/communitized substances are produced in paying quantities.

Our records show that the well(s) dedicated to the described agreement, (Indicate well(s)) located in (legal land description) was completed on (Date) and ceased production on (Date). The public interest requirement for the unit agreement/communitization agreement, pursuant to (43 CFR 3183.4(b) /OR/ 43 CFR 3105.2-3), has been met.

Accordingly, in the absence of a well capable of producing unitized/communitized substances in paying quantities, the unit/communitization agreement is considered to have expired by its own terms as of (Date).

You are relieved from filing Form MMS-3160, Monthly Report of Operations, for this agreement.

Sincerely,

Authorized Officer

Distribution:
SO Fluid Lease Adjudication
MMS-DMD, MS 3110

NOTE: Field Office Operations are to indicate on the copy provided to the SO Fluid Lease Adjudication that operations on the above terminated agreement satisfied the public interest requirement and which leases are held by allocated production, lease extension, etc. **EXAMPLE:** Federal lease XXX-00001 is beyond its primary term with no other production and is recommended for a 2-year extension. Federal Lease XXX-00002 is held by allocated production from another CA (Serial number). Federal lease XXX-00003 is within its primary term, is not presently producing, and has 4 years remaining; therefore, a 2-year extension is not appropriate.